

MINUTES OF THE JOINT EXECUTIVE APPROPRIATIONS COMMITTEE

March 3, 2003 at 8:00 A. M.

Room 303, State Capitol Building

Members Present: Sen. Leonard Blackham, Committee Co-Chair
Rep. Ron Bigelow, Committee Co-Chair
Sen. Ron Allen
Sen. Gene Davis
Sen. Mike Dmitrich
Sen. Karen Hale
Sen. Peter Knudson
Pres. Al Mansell
Sen. Michael Waddoups
Sen. John Valentine
Rep. Jeff Alexander
Rep. Greg Curtis
Rep. Brent Goodfellow
Rep. Patricia Jones
Rep. Brad King
Rep. Karen Morgan
Speaker Martin Stephens
Rep. Michael Styler

Sen. Bill Hickman, Vice-Chair
Rep. Rebecca Lockhart, Vice Chair

Staff Present: John Massey, Legislative Fiscal Analyst
Michael Kjar, Deputy Director
Sharon Johnson, Secretary

List of Others Present on File:

Committee Co-Chair Bigelow called the meeting to order at 8:25 a.m.

1. Approval of Minutes

Motion: Sen. Blackham moved to approve the minutes of February 18, 2003. The motion passed unanimously in both Houses.

2. Approval of Budget

Sen. Blackham reviewed the document given to committee members. It is a three part document containing budgetary adjustments, subcommittee recommendations and intent language. The first section has motions and intent language, the second section contains incremental changes to subcommittee recommendations and lists revenue sources. Sen. Blackham mentioned that any changes in revenue will need to be adjusted in the bill of bills. The third section is a report requested by the committee showing the proposed changes to Revenue transfers and related non-state funds.

Motion: Sen. Blackham:

I move that we approve the motions, intent language and other budget related actions included in the document dated March 3, 2003, entitled "Motion and Intent Document FY 2003 and FY 2004" with an amendment on page 12 that under **Regional Dental Education Program and the University of Utah**, on the last line after "available to" delete "offset budget increases and".

The committee discussed the motion. Sen. Valentine referred to page 1, Executive Offices and Criminal Justice, Attorney General - Voluntary Contributions Act. There was some discussion as to how this allocation would affect the base budget of the Attorney General. Mr. Massey, Fiscal Analyst, responded that this is revenue from a settlement that was added by the subcommittee to the Attorney General's budget in order to offset the debt to Contract Attorneys and will not change their base budget as it is one-time money.

Scott Mecham, Law Office Administrator, Attorney General's office, spoke about the cuts taken by the Attorney General's office and his concerns about the use of this one-time funding. Sens. Valentine, Mansell and Rep. Bigelow further discussed the amount of the allocation and the effect of this one-time money on future expenses with the contract attorneys.

Rep. Morgan requested clarification on page 7 about the Dugway Runway Extension and the Johnson Farm in St. George. She also asked why the Centennial Highway Program on page 16 is not included in the Transportation Subcommittee budget? Mr. Mark Bleazard, Fiscal Analyst, responded that the subcommittee finished their business without a consensus on this program and have since sent a letter to Executive Committee chairs supporting this program and requesting the money be left in the program.

Rep. Goodfellow commented on the School Trust Land cap on page 14. He asked how this \$8 million cap will affect the individual schools that are receiving money from the Trust Land Fund? Mr. Mike Kjar, Fiscal Analyst, responded that this was a request from the Public Education Subcommittee. This cap will not affect FY 03 and he also stated that not all of the Trust Land money has been used this year.

Rep. King asked about the Charter School Funding which is also on page 14 and Mr. Kjar explained how the proposed weighting of the WPU would be applied. and that the specifics will be in the School Finance Bill. Rep. King expressed his concern about the negative impact this will have on Pinnacle Canyon Academy in Carbon County.

Sen. Dmitrich commented on setting a precedent for giving funding to Garfield and Kane Counties. Sen. Blackham responded that the state can not directly appropriate money to counties and that by putting funding in the Community Impact Fund they can help the counties.

Amended Motion: Sen. Blackham amended his motion to include the deletion of the intent language on page 1 for the Attorney General-Voluntary Contributions Act.

Sen. Valentine spoke in support of the motion and that after looking at all the figures the Attorney General was receiving more than they need. Rep. Goodfellow inquired if this money is going to the Attorney General's budget or to the line item for contract services. Mr. Massey answered that this is a line item and this will have to be amended in the bill on the floor.

The amended motion passed in both houses with Sen. Hale and Reps. Goodfellow, Jones, King and Morgan voting no. Rep. King explained his vote and expressed that although he had some procedural concerns, overall, this is a good budget.

Motion: Sen. Blackham:

I move to adopt changes to subcommittee recommendations and miscellaneous funding sources for FY 2003 and FY 2004 as detailed in the schedule entitled "Incremental Changes to Subcommittee Recommendations" dated March 3, 2003.

I propose that the amounts referenced above fund changes to health and dental benefits rates as recommended by Group Insurance, retirement rate adjustments as recommended by the State Retirement Board, as well as the cost of an extra work day in FY 2004.

The motion passed unanimously in both the House and the Senate.

Motion: Sen. Blackham:

I move to authorize the Office of the Legislative Fiscal Analyst to adjust Revenue Transfers, Dedicated Credits and Federal Funds as detailed on the schedule entitled "Proposed Changes to Revenue Transfers and Related Non-State Funds, FY 2004" dated March 3, 2003. This action implements recommendations adopted by the Executive Appropriations committee in the October, 2002 meeting.

The motion passed unanimously in both the House and the Senate.

Speaker Stephens commented on the excellent job the staff has done in getting the budget ready for this morning. Sen Allen also commented on his appreciation that the minority party has been informed and included in the budget process.

Motion: Sen. Blackham moved to adjourn. The motion passed unanimously in both Houses. Meeting adjourned at 8:55 a.m.
Minutes reported by Sharon Johnson

Executive Appropriations Committee March 3, 2003

Motion and Intent Document FY 2003 and FY 2004

I move that we approve the motions, intent language and other budget related actions included in the document dated March 3, 2003, entitled "Motion and Intent Document FY 2003 and FY 2004".

Motion to Approve Incremental Changes to Subcommittee Recommendations:

I move to adopt changes to subcommittee recommendations and miscellaneous funding sources for FY 2003 and FY 2004 as detailed in the schedule entitled "Incremental Changes to Subcommittee Recommendations" dated March 3, 2003.

I propose that the amounts referenced above fund changes to health and dental benefits rates as recommended by Group Insurance, retirement rate adjustments as recommended by the State Retirement Board, as well as the cost of an extra work day in FY 2004.

Motion to Approve Changes to Non-State Funds

I move to authorize the Office of the Legislative Fiscal Analyst to adjust Revenue Transfers, Dedicated Credits and Federal Funds as detailed on the schedule entitled "Proposed Changes to Revenue Transfers and Related Non-State Funds, FY 2004" dated March 3, 2003. This action implements recommendations adopted by the Executive Appropriations Committee in the October, 2002 meeting.

Executive Offices & Criminal Justice

I move to adopt the subcommittee report and approve the recommendations of the Executive Offices and Criminal Justice Appropriations Subcommittee, including funding, intent language, and fees for FY 2003 supplemental appropriations and FY 2004 appropriations, as represented on pages 1 through 68 of this report.

Additional Motions -

Sen. Blackham - Attorney General's Administration - Division of Admin Rules

I move that we decrease the General Fund appropriation for the Attorney General's Administration line item by \$10,800 and increase the General Fund appropriation for the Division of Administrative Rules by \$10,800. This is to transfer management of the state integrated legal data base contract.

Sen. Blackham - Attorney General - Voluntary Contributions Act

I move to adopt the following intent language:

It is the intent of the Legislature that one-time funding of \$350,000 from the Ford Motor Lawsuit Settlement (\$300,000) and the Household Finance Lawsuit Settlement (\$50,000) appropriated to the Attorney General be used to pay the Contract Attorneys debt obligations associated with the Voluntary Contributions Act Lawsuit.

Sen. Blackham - \$569,100 transfer

I move to appropriate \$569,100 from the Youth Crime Victims Restitution Account to the Division of Youth Corrections for the Genesis Work Camp, and to reallocate within the Division of Youth Corrections the same amount in General Fund resources for programming, operations and maintenance at the Canyonlands and Washington County youth detention centers.

Additional Intent Language

Rep. Curtis - Community Legal Center

I move to adopt the following intent language:

Unless appropriated by the Legislature, it is the intent of the Legislature that the Administrative Office of the Courts:

- (1) contribute \$100,000 to the Community Legal Center and*
- (2) before contributing the monies, obtain a written, signed, and dated certification from the Community Legal Center that the monies will be used exclusively to provide:*
 - (a) legal advice to low income family members and low income victims of domestic violence about family law matters: and*
 - (b) legal representation in family law matters in Utah district or juvenile courts to low income family members and low income victims of domestic violence.*

Sen. Blackham - Privatization of Prison Medical Services

I move to adopt the following intent language:

It is the intent of the Legislature that any savings identified in the study of the Medical Services Department within the Utah Department of Corrections be used for institutional operations beginning in FY 2004. The Legislative Fiscal Analyst may request reimbursement in the 2004 General Session for any cost incurred in relation to this study.

Sen. Blackham - Department of Corrections

I move to adopt the following intent language:

It is the intent of the Legislature that the Department of Corrections and the Judicial Council meet to discuss the possibility of modifying supervision standards, including but not limited to the elimination of supervision requirements of class A misdemeanants, excluding those subject to Utah Code Annotated 77-27-21.5 and any misdemeanor listed in 76-5-101-306.

Capital Facilities and Administrative Services

I move to adopt the subcommittee report and approve the recommendations of the Capital Facilities and Administrative Services Appropriations Subcommittee including funding, intent language, and fees for FY 2003 supplemental appropriations and FY 2004 appropriations for the Capitol Preservation Board, the Department of Administrative Services, the Capital Budget, and Debt Service as shown on pages 1 through 73 in the subcommittee report behind tab 2.

Sen. Blackham - Transfer Contributed Capital

I move that \$100,000 be transferred from Contributed Capital in the Risk Management program to the Division of Archives.

I move to approve the following intent language:

It is the intent of the Legislature that the State Division of Archives shall use no more than \$100,000 to purchase a new film processor and Duplicator. It is further the intent of the Legislature that the difference in the purchase price and the appropriated amount shall lapse to the General Fund.

Rep Alexander - Delete intent language

I move the deletion of intent language numbered as 9, 10, 15, and 16 on pages three and four of tab 2.

Commerce and Revenue

I move to adopt the subcommittee report and approve the recommendations of the Commerce and Revenue Appropriations Subcommittee including funding, intent language, and fees for FY 2003 supplemental appropriations and FY 2004 appropriations, as represented on pages 1 to 58 of the subcommittee report, with the following changes:

On page 2, under "Revenue Impacts" strike "FY 2003 Subcommittee" and replace it with "FY 2004 Subcommittee";

Also on page 2 under "Revenue Impacts" strike "(5,287,700)" (a negative number) and replace it with "2,915,300" (a positive number);

On page 47, strike "2,372,400" from the "Liquor Control Fund" line, under the "FY 2004 Subcommittee" heading; and,

On the same page, strike "\$5,287,700" from the "General Fund" line, under the "Subcommittee" heading, and replace it with "2,915,300".

Explanation:

The column header and negative sign on page 2 are clerical errors.

The amount changes on pages 2 and 47 reverse the subcommittee's use of \$2,372,400 in liquor profits to cover increased UHIP health insurance costs.

Instead, these funds for UHIP will come from General Fund sales tax revenue per the Majority Party budget proposal. This does not reduce the amount appropriated to UHIP, it only changes the revenue source.

Sen. Blackham - Tax Commission - Auditors and Collectors

I move to increase funding to the Tax Commission in FY 2003 by \$394,000 from the General Fund Restricted - Sales and Use Tax Administration and add the following intent:

It is the intent of the Legislature that the Tax Commission use \$394,000 from the Sales and Use Tax Administration to replace cuts from the 6th Special Legislative Session. These funds are one-time and nonlapsing.

Rep. Styler - Insurance Department

I move to adopt the following intent:

It is the intent of the Legislature that funds collected under 31A-3-104 (UCA) for FY 2003 and FY 2004 not lapse.

Sen. Blackham - Alcoholic Beverage Control

To reduce double funding associated with passage of Senate Bill 153:

I move to reduce subcommittee funding to Alcoholic Beverage Control by \$1,160,900 from the Liquor Control Fund in FY 2004 and by \$325,900 in FY 2003.

Utah College of Applied Technology

I move to adopt the committee report and approve the recommendations of the Commerce and Revenue Appropriation Subcommittee for the Utah College of Applied Technology including funding and intent language for the FY 2003 supplemental appropriations and the FY 2004 appropriations as represented on pages 1 through 15 of the subcommittee report.

Economic Development and Human Resources

I move to adopt the committee report and approve the recommendations of the Economic Development, Human Resources Appropriations Subcommittee for appropriations, intent language, fees and other schedules for Fiscal Year 2003 supplemental appropriations and Fiscal Year 2004 appropriations, along with funding and expenditure schedules and other recommendations for all departments, agencies and programs as represented on pages 1 through 46 of their report.

Speaker Stephens - Transfer Utah State Fair Corporation to the Dept. of Agriculture and Food

I move to transfer the Fiscal Year 2004 budget for the Utah State Fair Corporation, currently under the oversight of the Economic Development and Human Resources Appropriations Subcommittee, to the Department of Agriculture and Food under the oversight of the Natural Resources Appropriations Subcommittee.

Sen. Blackham - Legal Expense Garfield and Kane Counties

I move to adopt the following intent language:

The Legislature intends that the Permanent Community Impact Fund Board (PCIFB) consider distributing one-time funding of \$50,000 in FY 2004 to be distributed to the five county Association of Governments to assist Garfield and Kane Counties and other affected counties in meeting legal expenses on lawsuits filed against the federal government regarding grazing issues in the Grand Staircase National Monument and other affected public lands.

Sen. Blackham - Permanent Community Impact Fund Board and Assoc. of Govts:

I move to replace intent item 24 on page 3 and on page 19 of the Economic Development Human Resources Subcommittee report with the following intent:

The Legislature intends that the Permanent Community Impact Fund Board (PCIFB) consider distributing one-time funding for an additional year at the current level of \$385,000 in FY 2004 to be distributed equally between the seven Association of Governments in the State of Utah. These funds are to be used by the Association of Governments for planning, studies, and other activities provided by the Association of Governments to member organizations.

Sen. Blackham - One-time funding

I move to adopt the following intent:

It is the intent of the Legislature that \$2,000,000 in General Fund one-time be used for the Dugway Runway Extension.

It is the intent of the Legislature that \$400,000 of General Fund one-time be used to fund the Johnson Farm.

It is the intent of the Legislature that \$25,000 in General Fund one-time be used to fund Winterfest.

It is the intent of the Legislature that \$200,000 in General Funds be used to fund the Defense Alliance.

Health and Human Services

Department of Health

I move to adopt the committee report and approve the recommendations of the Health and Human Services Appropriations Subcommittee for the Department of Health for the appropriations, intent language (except as noted below), fees and other schedules for Fiscal Year 2003 supplemental appropriations (pages 38-43) and Fiscal Year 2004 appropriations, along with funding and expenditure schedules and other recommendations for all departments, agencies and programs as represented on pages 1 through 37 of the report.

Based on the advice from the Office of Legislative Research and General Counsel, I move to omit Legislative Intent Language items 2, 14, and 15, found on pages two and three.

Sen. Blackham - Primary Care Grants Program

I move to approve the following intent language:

It is the intent of the Legislature that the Primary Care Grants Program consider granting up to \$15,000 to elementary school clinics. These clinics work in conjunction with the private sector to help improve the health of children in rural and/or underserved areas of the State.

Sen. Blackham - Utah Medicaid State Plan

I move to approve the following intent language:

It is the intent of the Legislature that the Utah Department of Health use any and all intergovernmental transfers from units of local government to draw down federal match in order to generate additional Medicaid funding for rural publicly owned hospitals. The Legislature intends that both the amount of the intergovernmental transfer and the federal match monies it generates be returned to the rural publicly owned hospital in the local governmental unit from which the intergovernmental transfer was received in order to maximize the funding available to such hospitals up to the payment limits for disproportionate share hospitals and the Medicare upper payment limits, which limits the Legislature intends the Department of Health to calculate as soon as possible. It is further the intent of the Legislature that if such intergovernmental transfers from units of local government, together with the federal match monies they generate, when used to pay rural publicly owned hospitals cause the Medicaid program to exceed the disproportionate share limits or the Medicare upper payment limits, that other disproportionate share arrangements the Department currently has be adjusted to permit the maximum possible payments to rural publicly owned hospitals. The Legislature intends the Department of Health to amend the Medicaid State Plan wherever necessary in order to implement these intergovernmental transfers, the federal match and the increased payments to rural publicly owned hospitals.

Sen. Blackham - Resource Utilization Group System - Nursing Care Facilities

I move to approve the following intent language:

It is the intent of the Legislature for the Department of Health to continue to reimburse nursing care facilities based on the Resource Utilization Group System (RUGS) which went into effect in FY 2003. It is further the intent of the Legislature that the Department maintain a rule which phases out over a three year period ending December 31, 2005, the component of property payments which is based on varying individual nursing facility property costs. It is further the intent of the Legislature to extend the nursing care facility \$5.00 hold harmless stop-loss provision to June 30, 2004.

Rep. Lockhart - FY 2003 Medicaid Eligibility

I move to approve the following intent language:

It is the intent of the Legislature that the \$1.9 million supplemental General Fund Appropriation in FY 2003 for Medicaid be used to restore eligibility for individuals who are aged, blind, and/or disabled with income at or below 100% of the Federal Poverty Level.

Health and Human Services

Department of Human Services

I move to adopt the committee report and approve the recommendations of the Health and Human Services Appropriations subcommittee for the Department of Human Services for appropriations, Intent Language, fees, and other schedules for FY 2003 supplemental appropriations, and FY 2004 appropriations, along with funding and expenditure schedules and other recommendations for all divisions, agencies and programs as represented on pages 1 through 23 of their report.

Sen. Blackham -Senate Bill 27 “Susan Gall Involuntary Commitment Amendments”

I move to approve the following intent language if Senate Bill 27 “Susan Gall Involuntary Commitment Amendments” passes:

It is the intent of the Legislature that this appropriation be distributed through the mental health funding formula to Local Authorities for use as match for Medicaid funding and adjustment of Medicaid rates to accommodate community supports for the treatment services required by this bill and that this be reflected in contracts between the state and Local Authorities for providing mental health services.

Higher Education

Utah System of Higher Education

I move to adopt the committee report for the Utah System of Higher Education and approve the recommendations of the Higher Education Appropriation Subcommittee, including funding and intent language for FY 2003 supplemental appropriations and the FY 2004 appropriations, as represented on pages 3 through 74, and pages 79 through 97 of this report.

Medical Education Council

I move to adopt the committee report for the Medical Education Council and approve the recommendations of the Higher Education Appropriation Subcommittee for funding the appropriations for FY 2004, as represented on pages 1 and 2 of this report.

Utah Education Network

I move to adopt the committee report for the Utah Education Network and approve the recommendations of the Higher Education Appropriation Subcommittee for funding the FY 2003 supplemental appropriations and the FY 2004 appropriations, as represented on pages 75 through 78, and pages 98 through 99 of this report.

Sen. Knudson - Regional Dental Education Program at the University of Utah

I move to adopt the following Intent language:

It is the intent of the Legislature that students selected to participate in the Utah Regional Dental Education Program (RDEP) must practice dentistry in Utah upon completion of their dental education (including advanced specialties). For each year they practice in Utah, up to a maximum of four years, they will receive a tuition loan forgiveness payment from the Regional Dental Education Program at the University of Utah in the amount equal to that currently paid by the University of Utah to Creighton University as an annual state support fee. If the student chooses to practice in underserved areas of the State, the tuition loan payment will be enhanced to provide full payment over three years. Any amounts not distributed to the selected students will then be available to offset budget increases and assist additional students.

Natural Resources

I move to adopt the committee report and approve the recommendations of the Natural Resources Appropriations Subcommittee for appropriations, intent language, fees, and other schedules for Fiscal Year 2003 supplemental appropriations and Fiscal Year 2004 appropriations, along with funding and expenditure schedules and other recommendations for all departments, agencies and programs as represented on pages 1 through 84 of their report.

Public Education

I move to adopt the committee report and approve the recommendations of the Public Education Appropriations Subcommittee, including funding and intent language for FY 2003 supplemental appropriations and FY 2004 appropriations, as represented on pages 1 through 23 of this report, except for Item 11, on page 3, "Funding for Charter Schools" the amount of \$2,990,370 is replaced with the amount of \$1,495,174. The School Building Program recommendation in the subcommittee report is replaced with the School Building Program recommendation on page 14 of this report.

I move to approve a Weighted Pupil Unit value of \$2,150 in Minimum School Program for FY 2004.

I move to adopt the following additional subcommittee language:

Minimum School Program - Foreign Exchange Program

The subcommittee recommends that a school district may not include membership and attendance, for the purpose of apportionment of state monies, of J-1 visa foreign exchange students unless the exchange student agency sponsoring the student is also sponsoring a resident student of the district who is enrolled in a school in a foreign country.

Minimum School Program - Charter School Hold Harmless

The subcommittee recommends that the amount of money, which an elementary charter school receives from Weighted Pupil Unit Weightings for Minimum School Program allocations beginning July 1, 2003, shall not be less than the prior year allocation as a consequence of changes in the distribution formula. This hold harmless provision applies for a period of two years following the formula change.

Minimum School Program - Charter School Funding

The subcommittee recommends that a charter school is not eligible to receive state transportation funding appropriated through the Minimum School Program.

Minimum School Program - School LAND Trust Program

The subcommittee recommends that the appropriation to the School LAND Trust Program be capped at \$8,000,000 for FY 2003 and FY 2004 only. The subcommittee shall study during the interim the administration of the program, how funding is distributed, and the ongoing appropriation level for the program.

School Building Program

The subcommittee recommends that of the \$27,920,700 to be appropriated to the Capital Outlay Foundation Program, \$24,358,000 should be distributed in accordance with the Capital Outlay Foundation Formula and the remaining \$3,562,700 should be distributed in accordance with a formula based on enrollment growth.

The subcommittee voted to study the distribution of Capital Outlay funding during the interim.

Public Education Agencies - Utah Schools for the Deaf and Blind

The subcommittee recommends amending the subcommittee report presented to the Executive Appropriations Committee by changing the revenue source for the \$403,000 transfer to the USDB Institutional Council Line Item from Support Services - Uniform School Fund revenue to Support Services - Dedicated Credits revenue. This transfer shall be shown as a Uniform School Fund Restricted revenue source in the USDB - Institutional Council line item.

This transfer represents the anticipated revenue from the interest and dividends collected from the permanent fund created for the Schools for the Deaf and Blind.

Public Education - Motion to approve budget adjustments

I move to adopt the restorations and final reductions detailed below for the FY 2004 Public Education budget.

Public Education Appropriations Sub-Committee

	Committee Recommendation	Executive Committee Restorations	Executive Committee Final Reduction
1 Revenue Sources			
2 Assessment (Reading Diagnostics)	\$600,000		(\$600,000)
3 Experimental/Developmental	602,369		(602,369)
4 School Trust Land Cap At \$8,000,000	2,050,000		(2,050,000)
5 Transportation (suspend code requirements)	387,000		(387,000)
6 Professional Staff Growth		1,089,100	(107,134)
7 Administrative Cost Growth	38,981		(38,981)
8 Necessarily Existent Small Schools Growth		441,400	(43,429)
9 Applied Technology District Education		1,818,000	(182,221)
10 School Building Capital Outlay		3,642,000	(358,000)
11 Quality Teaching Block Grant	7,370,062	2,756,600	(6,096,978)
12 Adult High School Education	2,960,000	1,300,100	(2,499,900)
13 Charter Schools		(1,495,200)	
14			
15 Total	\$14,008,412	9,552,000	(\$12,966,012)
16			
17 Expenditures			
18 Sixth Special Session Reduction- MSP	\$8,184,300	\$9,552,000	\$8,637,100
19 Student Growth Costs:			
20 Retirement Growth Shortage	1,415,097		1,415,097
21 Growth Shortfall	1,401,841		1,401,841
22 Deaf and Blind Schools Teacher Salary increase	256,800		256,800
23 Charter Schools:	2,570,374		1,075,174
24 Fine Arts and Sciences(Pops) - Ongoing	80,000		80,000
25 Utah State Office of Rehabilitation - Independent Living	100,000		100,000
26 Total	\$14,008,412	\$9,552,000	\$12,966,012
27 Balance			
28 Additional One Time Funding Allocation			
29 Teacher Supplies & Materials		\$5,000,000	
30 Total Executive Committee Allocations		\$14,552,000	

Transportation and Environmental Quality and National Guard

I move to adopt the committee report and approve the recommendations of the Transportation, Environmental Quality, and National Guard Appropriations Subcommittee for the Department of Transportation, Department of Environmental Quality, and Utah National Guard for the appropriations and intent language for Fiscal Year 2003 supplemental appropriations (pages 33-43) and Fiscal Year 2004 appropriations, intent language, and fees with funding and expenditure schedules and other recommendations for all departments, agencies, and programs as represented on pages 1 through 32 of the report.

Sen. Blackham - Centennial Highway Program

I move to accept the FY 2004 Centennial Highway budget in the amount of \$294,256,000 with \$59,594,700 from the General Fund and from other sources as listed below:

Beginning Balances	91,775,000
Debt Service	(97,724,900)
Transportation Fund	65,600,000
Centennial Highway Fund	19,807,000
Revenue Transfers Within Agency	6,000,000
Designated Sales Tax	5,705,000
Dedicated Credits Revenue	1,322,000
Dedicated Credits Transportation Bonds	108,000,000
Federal Funds	40,500,000
Closing Balances	(6,322,800)

Sen. Blackham - Centennial Highway Program

I move to increase the FY 2003 Centennial Highway debt service by \$1,960,700.

Legislature

I move to adopt the FY 2004 Legislative budget in the amount of \$13,392,200 with a General Fund appropriation of \$12,901,300. The amount of each individual line item as listed below:

Senate	1,503,900
House of Representatives	2,449,400
Legislative Auditor	1,909,500
Legislative Fiscal Analyst	1,937,900
Legislative Printing	797,800
Legislative Research and General Counsel	4,688,700
Tax Review Commission	50,000
Constitutional Revision Commission	55,000

Miscellaneous Intent Language Motions

Sen. Blackham

I move to approve the following Intent Language:

Capital Outlay and DP Capital Outlay

It is the intent of the Legislature that during the 2003 interim, the Office of the Legislative Fiscal Analyst develops a plan that identifies certain expenditures that could be considered one-time for purposes of achieving structural balance. The plan should focus on, but not be limited to, Capital Outlay and Data Processing Capital Outlay. This plan should be presented to the Executive Appropriations Committee in time for implementation in the 2004-2005 budget cycle.

Health and Dental benefit review

It is the intent of the Legislature that during the 2003 Legislative interim, the Office of the Legislative Fiscal Analyst study various options that may reduce costs to the state relative to the payment of health and dental benefits. This study should include but is not limited to common benefit packages, standardization of premium co-pays, prescription drug "carve out" contracts, review of costs for spouse and dependent coverage, inclusion of the Legislature in the process of determining the provisions of the state's health insurance program, Medical Savings Accounts, etc.

It is the further intent of the Legislature that the Office of the Legislative Fiscal Analyst may contract with an outside consulting firm if deemed advantageous to the study and may request reimbursement in the next legislative session for any costs up to \$50,000 incurred relative to the contract.

Benefits for part time employees

It is the intent of the Legislature that that the Department of Human Resource Management, in consultation with the Office of the Legislative Fiscal Analyst, study the impact of discontinuing the offering of health, dental, and retirement benefits to future part time state employees. This study should also include a review of present practices of part time benefit payments in Higher Education, Public Education, and the private sector. This study should be ready for presentation to the Executive Appropriations Committee no later than the August, 2003 meeting.

Agency summary of critical issues

It is the intent of the Legislature that all state departments and institutions prepare a one page summary of the significant factors that are driving their various budget requests for FY 2004 and FY 2005. This summary should be given to the Office of the Legislative Fiscal Analyst by November 1, 2003. The departments and institutions should present their summaries to the Executive Appropriations Committee in the November 2003 meeting.

Nonlapsing Authorization

For the 2004 General Session and beyond, it is the intent of the Legislature that the Appropriations Subcommittees provide a statement of purpose and justifications whenever they approve nonlapsing authority for a state agency or institution. This statement should be part of the subcommittee recommendations as presented to the Executive Appropriations Committee.

Legislative Fiscal Analyst**Appropriations Acts - FY 2003 - FY 2004**

I move to authorize the Legislative Fiscal Analyst to prepare the Appropriations Act, the Supplemental Appropriations Act and the School Finance Act based upon actions to date of the Executive Appropriations Committee, and in consultation with the Co-chairs of the Executive Appropriations Committee, make any other technical and non-substantive corrections as necessary. The Legislative Fiscal Analyst is authorized to make adjustments between funding sources and fiscal years in order to balance the overall budget in preparation of the various appropriations bills. Where appropriate, nonlapsing language may be added for FY 2003.